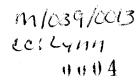


State of Utah School & Institutional Trust Lands Administration



Jon M. Huntsman, Jr. Governor

> Kevin S. Carter Director

675 East 500 South. Suite 500 Salt Lake City, UT 84102-2818 801-538-5100 801-355-0922 (Fax) www.trustlands.com

August 20, 2009

Mr. Paul Baker Minerals Reclamation Program Manager Division of Oil, Gas & Mining 1594 West North Temple, Suite 1210 Salt Lake City, UT 84114

RE: M/039/013, Fayette Stone Quarry; Bryce Haas

Dear Mr. Baker

The Fayette Stone Quarry, M/039/013, was opened by Mr. Bryce Haas upon trust lands in San Pete County under trust lands Mineral Materials Permit ML 48313-MP, in 1999. The quarry was subsequently expanded and operated by Mr. Haas under Mineral Lease ML 48949-OBA. Following the bankruptcy of B&H Stone Supply, and the cancellation of ML 48949-OBA in 2006, Mr. Haas agreed to reclaim the Fayette Stone Quarry. The Trust Lands Administration subsequently issued two sequential one-year minerals contracts, ML 50575-BS and ML 51303-MP (both now expired), and even allowed additional extensions of time for Mr. Haas to perform the required reclamation work. As you can see from the enclosed pictures taken August 12, 2009 from atop the hill containing an appurtenant buried water storage tank, the Fayette Stone Quarry remains largely unreclaimed, as of such date. In fact it appears that no additional reclamation whatsoever has occurred at the site since June 1, 2009 when Mr. Haas stood upon the lands with Lynn Kunzler and me and solemnly pledged that reclamation would be completed by July 15, 2009. At my last visit, no equipment was on site to perform reclamation work and Mr. Haas was conspicuously absent. The disturbed acreage lies within the following described lands.

T18S, R1E, SLB&M Section 32: S2SW4

T19S, R1E, SLB&M Section 5: Lots 3 & 4 (AKA N2NW4)

Bryce Haas no longer has authority from the Trust Lands Administration to operate upon trust lands, and may enter the Fayette Quarry site only at his sole liability to perform mined land reclamation as required by law.

The Trust Lands Administration requests that the Division of Oil, Gas & Mining immediately take enforcement action pursuant to the Utah Mined Land Reclamation Act to require Bryce Haas to reclaim the Fayette Stone Quarry without further delay. The Trust Lands Administration also requests the Division of Oil Gas & Mining to take such steps as may be necessary to forfeit reclamation bond monies posted by Mr. Haas for this mine/quarry site. Please keep me informed of the Division's progress in handling this matter. I will be happy to meet with you or your staff to discuss any facets of the reclamation to be performed upon trust lands.

> Sincerely, 27. Blik

John T. Blake

Trust Land Minerals Specialist

CC: Tom Faddies

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